INTERMOUNTAIN POWER SERVICE CORPORATION



April 16, 2003

Mr. Charles A. Steede TEI, Inc. 5 Neponset Street Worcester, MA 01606

Dear Mr. Steede:

Completion of Unit 1 Installation - Contract #03-45576

Per your request, we are providing this letter as an acknowledgment of the completion of the installation phase of Contract #03-45576 on Intermountain Unit 1. We would like to take this opportunity to congratulate those involved on a quality and a timely completion.

Also per the contract, we take this opportunity to provide formal notification to Babcock Power, Inc. (BPI) and TEI Construction Services, Inc. (TEI) of our approval to proceed with fabrication and installation preparations for Unit 2. The Unit 2 Outage is still scheduled to begin on February 28, 2004.

A project meeting with BPI and TEI individuals from the Unit 1 installation is scheduled for the week of April 28, 2003, to coincide with the contract boiler performance testing. Please ensure that the key individuals can attend this meeting to discuss concerns identified during the Unit 1 installation and suggestions for Unit 2. We request that Mr. Darrell Steede again be scheduled to serve as superintendent for the installation on Unit 2.

We specifically appreciate TEI's pro-active approach to safety programs and issues as well as the results-oriented work ethic. We have added TEI to our approved bidders list on several upcoming large projects including our Supplemental Maintenance Services Agreement (SMS). These bid packages will be provided for your completion and submittal as they are prepared.

Sincerely,

Dennis K. Killian

Superintendent of Technical Services

JHN/JKH:jmg

CC:

Larry Boucher